

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

~~SECRET~~

FY 1954

26 May 1954

STATEMENT OF ACCOMPLISHMENTS AND OBJECTIVES

1. Accomplishments of the Services Division During FY 1954

In FY '54, the Services Division attained the major objectives outlined in paragraph 2 of last year's budget presentation. Accomplishments included:

- a. During FY '54, the Services Division participated in the general reorganization of the Economic Area, losing the Electric Power Branch, dividing the work performed by the Consumer Goods Branch among other branches to reflect the reorganization of certain Soviet economic activities, and gaining about [redacted] who were distributed throughout the remaining branches. The present organization appears to be working well and a high general level of personal competence is evident throughout the Division.
25X9A2 25X9A2
- b. During the year, 14% of the time of the Division was devoted to training, with [redacted] analysts receiving training in Russian and [redacted] Chinese. (Nearly all analysts in the Division who need languages now have them.) The remainder of the training included attendance at the EUC, Agency Orientation Courses, the [redacted] courses at local Universities and orientation trips in the field.
25X9A2 25X1X7
- c. Substantial progress was made in FY '54 in teaching analysts the exploitation of particular important sources. [redacted] analysts have had on-the-job experience working at a source development agency of the government, and cordial direct working relationships have been established between each branch and its opposite number in FDD.
25X9A2
- d. During FY '54, the Services Division continued to guide the activities of three EUC Subcommittees, namely: Transportation, Trade and Finance, and Labor and Manpower. The Division also participated in the work of the Electronics and Telecommunications Subcommittee. These subcommittees have made substantial progress in defining priority gaps in intelligence research and in allocating specific responsibility for filling those gaps.

~~SECRET~~

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

GROUP 1
Excluded from automatic
downgrading and
declassification

- e. During the year, we have done a number of projects in support of DD/P activities. We have also submitted on our own initiative a large volume of requirements for information needed to fill priority gaps in our knowledge. DD/P response to these requirements has generally been excellent.
- f. In FY '54, the Services Division has produced over 160 Current Support Memoranda to assist CCI in its reporting and interpretation of current events. A number of items submitted by us were referred to the Watch Committee. This work has also enabled us to focus our regular research work more directly on matters of current significance to US national security.
- g. During FY '54, the Services Division devoted 35% of its time to producing intelligence. By the end of FY '54, we will have completed 80 intelligence papers, an increase of nearly 100% over FY '53.
- h. Recruitment action was initiated on 25X9A2 professionals in anticipation of vacancies that are expected to materialize in FY '55.

2. Objectives of the Services Division for FY 1955

- a. The major objectives of this Division for FY '55 are the following:
 - (1) To extend our program of basic all-source research to cover a large number of priority problems in our fields of assigned responsibility.
 - (2) To extend and improve our efforts to coordinate economic intelligence research through the mechanism of the EIC.
 - (3) To give full current intelligence support to CCI in our assigned fields of responsibility.
 - (4) To improve the competence of the analysts in languages needed in our research, and train new analysts in languages.
 - (5) To give advanced training to key members of the Division in the management of intelligence research.

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

SECRET

(6) To train selected analysts in economics and selected technical subjects related to their work.

(7) To continue to support and guide intelligence collection agencies.

b. Substantive problems that will be attacked during FY '55 include the following:

(1) Monetary Position Holding in the Soviet Economy

(2) Soviet Use of Gold Reserves

(3) Sino-Soviet Trade

(4) Comparison of Labor Productivity in the US and USSR

(5) Development of the Communication System of the USSR as it Affects Soviet Electro-Magnetic Warfare Capabilities

(6) Volume and Character of Construction in the USSR as an Indicator of Soviet Economic Capabilities and Policy

3. Objectives of the Services Division in FY 1956

The objectives of the Services Division for FY '56 include the following:

(1) Continued production of a large volume of original research on the economy of the Soviet Union as it affects the national security interests of the US.

(2) Continued full support for CI in the production of current intelligence.

(3) Completion of the training program for the bulk of the present personnel of the Division.

(4) Wider use of consultants and external research.

SECRET

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

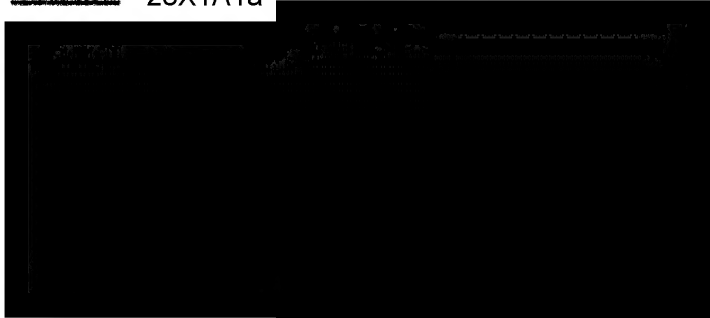

~~SECRET~~

OFFICE: Research and Reports

NON-PERSONAL
SERVICES ESTIMATES

DIVISION: Services Division

Object Class 02
Vouchered Funds

REQUIREMENTS	AMOUNT	JUSTIFICATION
<p><u>DOMESTIC</u> 25X1A1a 25X1A1a</p>  <p><u>FOREIGN</u></p>  <p>25X1A1a</p>		<p>Travel will be required for the following purposes:</p> <p>1. Consult with [redacted] regarding problems of research in SovBloc international economic relations, and to evaluate Rand Study on railroad capacities. 25X1A5a1</p> <p>2. Inspection trips by transportation analysts to study inland waterways, port and railroad yard operations, and to observe the operation of foreign transport equipment at Ft. Eustis, Va. 25X1A5a1</p> <p>3. Visit to [redacted] in order to coordinate joint research effort. 25X1A5a1</p> <p>4. Visit to [redacted] Bank to collect and coordinate the collection of trade and financial information. The international banks located in New York are the primary and in some cases the sole source of information on gold movements and international financial transactions. 25X1A5a1</p> <p>5. To exploit officials and source material of the [redacted] having their [redacted] 25X1A5a1</p>

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

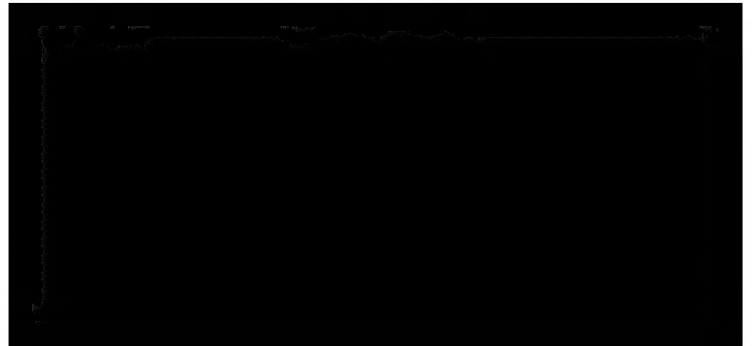
~~SECRET~~

REQUIREMENTS

AMOUNT

25X1X7

JUSTIFICATION



Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

SECRET

OFFICE: Research and Reports

PERSONAL SERVICES ESTIMATE
FOR FISCAL YEAR 1956-57

DIVISION: Services Division

CONSULTANTS

JUSTIFICATION

Railroad executives in the operations field are needed to discuss the technical aspects of railroad operating practices and to provide guidance on methodologies used in estimating such factors as train-loads, time requirements in turn-around, port situations, special commodity problems, operating hazards, etc.

To discuss latest operational aspects of communications, both national and international.

<u>No.</u>	<u>Av. Days</u>	<u>Total Days</u>	<u>Type</u>	<u>Travel</u>
1	12	12	Transportation	None
3	5	15	Communication	3 trips from NY to DC and return

Sanitized - Approved For Release:
CIA-RDP61S00527A000100010001-0

SECRET

OFFICE: Research and Reports

NON-PERSONAL
SERVICES ESTIMATES

DIVISION: Services Division

Object Class 07
Vouchered Funds

REQUIREMENTS	AMOUNT	JUSTIFICATION
<div data-bbox="89 1205 337 1251"></div> Railroad Operations 25X1A5a1	<div data-bbox="662 1205 824 1251"></div> 25X1A1a	<p>This sum provides for the continuance of the project "Railroad Operations in the USSR" now being planned for FY 1955. The project has been approved by the EIC Subcommittee on Transportation. The purpose of this research study is twofold: (1) To provide an integrated body of detailed information on Soviet railroad operation and administration, utilizing all available unclassified sources; (2) To incorporate into the information actual practices, taken from the experiences of a group of men who worked on the Soviet railroads within the last 15 years. Although there are available a number of intelligence studies on over-all description of Soviet railroads and a number of documents containing detail on individual facilities along some railroad lines, there is relatively little information available on the operating methods and procedures of Soviet railroads, making it difficult to assess incoming documents on weaknesses and strengths of Soviet railroads, and to interpret some of the information appearing in Soviet periodicals. It is believed that this research project will provide a comprehensive picture of hitherto unwritten and therefore unavailable aspects of Soviet railroad policy, planning and performance.</p>

Sanitized - Approved For Release:
CIA-RDP61S00527A000100010001-0



Office Research Reports
Sanitized - Approved For Release
CIA-RDP61S00527A000100130012-0
SECRET
NON-PERSONAL
ESTIMATES
Object Class 07

REQUIREMENTS	AMOUNT	JUSTIFICATION
Bureau of Census 25X1A1a		<p>This is a continuation of the Population and Manpower Project, authorized by the DCI in 1948 as an intelligence function of common concern to IAC Agencies, fulfills the following basic needs: (1) Population and labor force analysis on individual foreign countries with major emphasis on the Soviet orbit; (2) Projections of future population estimates for as many countries as possible; (3) Ad Hoc support to particular intelligence projects and intelligence estimates being undertaken by IAC Agencies. This project is reviewed by EIC on an annual basis for purposes of re-evaluating the necessity for its continuation.</p>
Commerce <u>TOTAL</u>		<p>To continue joint financing by CIA and FOA of the Dept. of Commerce Project "Trade Between the Free World and the Soviet Bloc." D/E and S/TF are the two ORR components chiefly interested in the project. This project fulfills the following basic needs: (1) Compilation of trade statistics from the national statistics available from individual countries. These statistics serve as one of the indispensable bench-marks for the Trade Branch in providing strategic intelligence on Soviet Bloc trade and finance; (2) Tabulation and analysis of statistical information reported by COCOM. This information is essential to the intelligence support furnished by D/E.</p> <p>Trade Branch will have a continued need for the research studies provided by [redacted] in FY 1956. [redacted] is Agency-sponsored and does not require ORR budgeting.</p>
25X1A5a1 [redacted]	25X1A5a1	25X1A5a1

SECRET

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

Object Class 07

REQUIREMENTS	AMOUNT	JUSTIFICATION
 25X1A5a1	25X1A5a1	

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0


~~SECRET~~

OFFICE: Research and Reports

NON-PERSONAL
SERVICES ESTIMATES

DIVISION: Services Division

Object Class 02
Vouchered Funds

REQUIREMENTS		AMOUNT	JUSTIFICATION
EQUIPMENT	25X1A1a		
1 Automatic Calculator			1. One calculator is required by the Communications Branch for statistical computations. Making these computations without mechanical calculating aids is not only time consuming but also unreliable.
3 Electric Typewriters			2. Three electric typewriters are essential in view of the extremely heavy typing requirements in connection with the research program of the Division. Because of their speedier operation and labor-saving potential in multiple copy work, these electric typewriters will reduce the amount of overtime work required to meet typing deadlines on projects.

Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

The census project has been of considerable direct value to CIA during FY 54 by supplying material, sometimes on short notice, to meet the requirements for S/PM branch projects and submissions to National Intelligence Estimates. Instances of such service are valuable assistance for NIE 108 by providing age, sex and labor force estimates for the Satellites; assistance in estimating the population of the USSR by calculating a table of survival rates; providing for RR 30 1954 a wealth of material on migration from East Germany; providing all of the basic material for an I.M. on Indochina; and meeting various ad hoc requests. The project has continued to produce analyses in depth of the population and labor force of satellite countries. It has also continued to perform its function as an operation of common concern by supplying similar material to other government agencies.

It should be of increasing value because its future program is geared closely to the requirements of ORR in the field of population and manpower and it is being more and more used as a central information bureau on population and manpower.

25X1A5a1

Sanitized - Approved For Release : CIA-RDP61S00527A000100130012-0

Sanitized - Approved For Release : CIA-RDP61S00527A000100130012-0

SECRET
Sanitized - Approved For Release :
CIA-RDP61S00527A000100130012-0

OFFICE: Research and Reports Object Class 01
DIVISION: Services Division Vouchered Funds

GRADE	TITLE	BRANCH	INCREASE	AMOUNT	JUSTIFICATION
GS-13	I. O.	Transportation	1	25X1A1a [REDACTED]	New position to permit employment of an intelligence officer who has had the experience and training to assume responsibility for transportation estimates on Indochina. Because of the strategic importance of Indochina, the DD/I has directed that this new activity be developed in FY 1955.